

Input Tax Credit

- ITC is available on all goods other than goods and/or services in the negative list.
- Negative list comprises, *inter alia*,
 - ❑ motor vehicles (except when they are used for certain purposes)
 - ❑ goods and services provided in relation to food and beverages, outdoor catering, beauty treatment etc.
 - ❑ Goods/services acquired by a principal in the execution of works contract resulting in construction of immovable property
- Full ITC shall be allowed on capital goods on its receipt
- No credit on inputs/ input services used for private or personal consumption
- Electronic duty Credit register available online will contain credit details

Import of Goods and Services

- IGST will be levied on import of goods and services into the country.
- The incidence of tax will follow the destination principle (Place of supply rules).
- Tax revenue in case of SGST portion of IGST will accrue to the State where the imported goods and services are consumed.
- Full and complete set-off will be available on the IGST paid on import on goods and services.
- Thus, import of goods will attract BCD and IGST. It may be noted that import of services, as against service tax at present, in GST regime, will attract IGST.

Refund

- Only Two Types of refund in GST:
 - i. refund of tax on goods and/or services exported out of India or on inputs used in the goods and/or services which are exported out of India
 - ii. inverted duty structure
 - iii. other instances like wrong payments, incentives, foreign tourists, diplomats, assessments, etc
- Refund can be claimed within 2 years from the relevant date.
- Refund shall be granted within 90 days from the date of receipt of application.

Refund

- In case of refund claim on account of exports, 80% of the claim can be given immediately on a provisional basis.
- Applicant shall produce documentary evidence that he has not passed on the incidence of tax on to any other person.
- No need to furnish such evidence if the refund claim is less than Rs. 5 lakhs. Self-certification would suffice.
- Interest payable after 3 months from the date of receipt of application till the date of refund.

Goods and Service Tax Network (GSTN)

- Section 8 company – Non profit entity
- Shares are held by Centre, State and non government financial institutions
- Build the technology Infrastructure for GST
- Manage back-end tasks such as tax settlement, assessment, refunds, etc.

Goods v/s Service

➤ **Section 2(48) – Goods:**

Goods means every kind of movable property other than actionable claim and money but includes securities, growing crops, grass and things attached to or forming part of the land which are agreed to be severed before supply or under the contract of supply;

Explanation:

For the purpose of this clause, the term 'moveable property' shall not include any intangible property

➤ **Section 2(88) – services -** means anything other than goods;

Explanation:

Services include intangible property and actionable claim but does not include money